

Message Text

LIMITED OFFICIAL USE

PAGE 01 JAKART 16316 171006Z
ACTION AGRE-00

INFO OCT-01 EA-07 ISO-00 AID-05 CIAE-00 COME-00 EB-07
FRB-03 INR-07 NSAE-00 USIA-06 TRSE-00 XMB-02 OPIC-03
SP-02 CIEP-01 LAB-04 SIL-01 OMB-01 PA-01 PRS-01 H-01
/053 W

----- 041660 /14

P 170921Z DEC 76
FM AMEMBASSY JAKARTA
TO SECSTATE WASHDC PRIORITY 8315

LIMITED OFFICIAL USE JAKARTA 16316

DEPARTMENT PASS AGRICULTURE FOR OGSM/CEP FROM AG ATTACHE

E.O. 11652: N/A
TAGS EAID, ID
SUBJECT: CCC CREDIT - COTTON

REF: (A) STATE 304043 (B) FASTO 141

1. GOI AS EXPECTED HIGHLY DISAPPOINTED ANNOUNCED REDUCTION DOLLAR
VALUE AND FINANCING PERIOD THEIR EARLIER REQUEST SUBJECT CREDIT.
CABLE THIS EFFECT ADVISING THEIR REJECTION ESTABLISHED CREDIT
LINE HAS BEEN CABLED TO INDONESIAN EMBASSY IN WASHDC. BULOG
HEAD MAJ. GEN. ARIFIN EXPRESSED TOTAL DISPLEASURE THIS MATTER
DURING LUNCHEON WHICH HE HOSTED DEC 16 FOR VISITING CONGRESSMAN
JAMES JEFFORDS, VT., AND ATTENDED BY AG ATTACHE. ARIFIN ALSO
URGED JEFFORDS SUPPORT TO GET U.S. TIED PORTION UMR FOR COTTON
REMOVED FROM FUTURE PL-480, TITLE I AGREEMENTS SO NEEDED CREDIT
FINANCING FOR COTTON CAN POSSIBLY BE MET THROUGH THIS PROGRAM.

2. SINCE GOI NEED FOR FULL THREE-YEAR FINANCING AS CITED IN
NUMEROUS CABLES SENT FOR EARLIER CREDIT APPROVALS IS CENTRAL
ISSUE MUST URGE YOUR FULLEST RECONSIDERATION THIS POINT.
GOI NOT LIKELY TO PUSH FOR PL-480, TITLE I COTTON IF
LIMITED OFFICIAL USE

LIMITED OFFICIAL USE

PAGE 02 JAKART 16316 171006Z

THEY CAN GET THREE-YEAR FINANCING UNDER GSM-4 PROGRAM. SUCH
FINANCING WILL ALSO PERMIT ADDITIONAL U.S. COTTON PURCHASES
AND MAINTAIN OUR GOOD WORKING RELATIONSHIP WHICH INCLUDES
GOI RECEPTIVITY CCI ACTIVITIES.

3. GOI ALSO UPSET OVER FACT THAT THREE-YEAR TERMS AND A HIGHER

CREDIT LINE VALUE WERE RECENTLY APPROVED FOR PHILIPPINES.
REASONS FOR THIS DIFFERENT TREATMENT WOULD BE HELPFUL OUR
UNDERSTANDING ESPECIALLY SINCE FINANCING PERIOD ISSUE FOR
GOI WAS CROSSED OVER EARLIER AND THEIR INTENTIONS TO REPLACE
PL-480, TITLE I COTTON PURCHASES WITH CCC PURCHASES WERE
MADE KNOWN JUST PRIOR TO SIGNING OF THE APRIL 19, 1976
AGREEMENT (SEE JAKARTA 4734 DATED APRIL 9, 1976).

4. MUST AGAIN ADVISE THAT GOI NOT REPEAT NOT INTERESTED IN
PURCHASING OTHER COMMODITY REQUIREMENTS UNDER GSM-4 PROGRAM.
THEY ARE STILL ONLY WILLING TO ACQUIRE U.S. RICE UNDER
PL-480, TITLE I AND PAY CASH FOR WHAT U.S. WHEAT IS NOT
PROVIDED UNDER TITLE I.
NEWSOM

LIMITED OFFICIAL USE

NNN

Message Attributes

Automatic Decaptioning: X
Capture Date: 01 JAN 1994
Channel Indicators: n/a
Current Classification: UNCLASSIFIED
Concepts: CREDIT, COTTON, AGREEMENTS, PL 480 TITLE 1
Control Number: n/a
Copy: SINGLE
Draft Date: 17 DEC 1976
Decaption Date: 01 JAN 1960
Decaption Note:
Disposition Action: RELEASED
Disposition Approved on Date:
Disposition Authority: ElyME
Disposition Case Number: n/a
Disposition Comment: 25 YEAR REVIEW
Disposition Date: 28 MAY 2004
Disposition Event:
Disposition History: n/a
Disposition Reason:
Disposition Remarks:
Document Number: 1976JAKART16316
Document Source: CORE
Document Unique ID: 00
Drafter: n/a
Enclosure: n/a
Executive Order: N/A
Errors: N/A
Film Number: D760464-0513
From: JAKARTA
Handling Restrictions: n/a
Image Path:
ISecure: 1
Legacy Key: link1976/newtext/t19761234/aaaabcwq.tel
Line Count: 76
Locator: TEXT ON-LINE, ON MICROFILM
Office: ACTION AGRE
Original Classification: LIMITED OFFICIAL USE
Original Handling Restrictions: n/a
Original Previous Classification: n/a
Original Previous Handling Restrictions: n/a
Page Count: 2
Previous Channel Indicators: n/a
Previous Classification: LIMITED OFFICIAL USE
Previous Handling Restrictions: n/a
Reference: 76 STATE 304043
Review Action: RELEASED, APPROVED
Review Authority: ElyME
Review Comment: n/a
Review Content Flags:
Review Date: 25 MAY 2004
Review Event:
Review Exemptions: n/a
Review History: RELEASED <25 MAY 2004 by GarlanWA>; APPROVED <22 SEP 2004 by ElyME>
Review Markings:

Margaret P. Grafeld
Declassified/Released
US Department of State
EO Systematic Review
04 MAY 2006

Review Media Identifier:
Review Referrals: n/a
Review Release Date: n/a
Review Release Event: n/a
Review Transfer Date:
Review Withdrawn Fields: n/a
Secure: OPEN
Status: NATIVE
Subject: CCC CREDIT - COTTON
TAGS: EAID, ID, CCC-1, (JEFFORDS, JAMES), (ARIFIN)
To: STATE
Type: TE
Markings: Margaret P. Grafeld Declassified/Released US Department of State EO Systematic Review 04 MAY 2006